## Message Text

UNCLASSIFIED

PAGE 01 STATE 106078 ORIGIN NEA-10

INFO OCT-01 ISO-00 /011 R

66011

DRAFTED BY: NEA:EGABINGTON:BDF APPROVED BY: NEA:EGABINGTON

-----100857Z 110658 /20

P 100655Z MAY 77

FM SECSTATE WASHDC

TO USMISSION USUN NEW YORK PRIORITY

UNCLAS STATE 106078

FOR HIRSCH

FOLLOWING TEL SENT ACTION SECSTATE, LONDON INFO AMMAN, CAIRO, DAMASCUS, JIDDA, JERUSALEM FROM TEL AVIV MAY 09:

**QUOTE UNCLAS TEL AVIV 3270** 

E.O. 11652: N/A

TAGS: IS, US, MILI, PFOR, XF

SUBJECT: ISRAELI DISPLEASURE AT BEING EXCLUDED FROM "PREFERRED LIST" OF 7.S. ARMS CLIENTS

REF: TEL AVIV 3226

SUMMARY: FOREIGN MINISTER ALLON TELLS CABINET OF DEEP ISRAELI CONCERN AT "NON-INCLUSION" IN LIST OF PREFERRED STATES TO RECEIVE U.S. ARMS. LABOR PARTY SOURCE WORRIED THAT ISSUE MAY WEAKEN ALIGNMENT ELECTORAL SUPPORT. UNIVERSAL DISAPPROBATION ON THE PART OF DOMMENTATORS, EDITORIALISTS. END SUMMARY

1.AT THE CABINET SESSION MAY 8 ALLON EXPRESSED DEEP CONCERN THAT ISRAEL HAS NOT BEEN INCLUDED IN WASHINGTON'S UNCLASSIFIED

UNCLASSIFIED

PAGE 02 STATE 106078

"LIST OF PREFERRED STATES," AND SAID THAT HE WOULD RAISE THE ISSUE WITH SECRETARY VANCE IN LONDON. THE FOLLOWING IS EXCERPTED FROM THE CABINET COMMUNIQUE.

BEGIN TEXT

2. THE DEPUTY PRIME MINISTER AND MINISTER OF FOREIGN

AFFAIRS REFERRED TO REPORTS CONCERNING APROPOSAL SUBMITTED FOR DECISION BY THE U.S. PRESIDENT, REGARD-ING DETERMINATIONOF TWO CATEGORIES OF STATES IN THE SPHERES OF MILITARY ARMAMENTS. JOINT PRODUCTION OF WEAPONS AND COLLABORATION IN THE PROVISION OF TECHNOLOGICAL EXPERTISE. ACCORDING TO THE PROPOSAL. ISRAEL IS IS NOT INCLUDED IN THE CATEGORY OF PREFERRED STATES.THE FOREIGN MINISTER SAID THAT ISRAEL HAD VOICED TO THE U.S. ADMINISTRATION ITS DEEP CONCERN OVER ITS NON-INCLUSION IN THE LST OF PREFERRED STATES, AND THAT HE WOULD BE RAISING THE ISSUE ON WEDNESDAY. AT HIS MEETING WITH THE U.S. SECRETARY OF STATE. MR. ALLON NOTED THAT WHAT WAS IN QUESTION SO FAR WAS A DRAFT THAT HAD NOT YET RECEIVED THE APPROVA OF THE U.S. PRESIDENT, AND (THAT) THE AMERICAN REPRESENTA-TIVES TRIED TO SOOTHE ISRAEL--THAT THE PROPOSED CLASSIFICATION DID NOT SPELL A CHANGE TO THE WORSE IN U.S.-ISRAEL ARMS PURCHASING RELATIONS, WHICH WOULD CONTINUE AS HERETOFORE. THE FOREIGN MINISTER ADDED THAT THESE SOOTHING STATEMENTS COULD NOT SERVE TO ALLAY ISRAEL'S CONCERN. ISRAEL WOULD PERSIST IN AND INCREASE ITS DIPLOMATIC EFFORTS AGAINST THIS PROPOSAL. REPLYING TO MINISTERS' QUESTIONS AND COMMENTS, THE FOREIGN MINISTER STATED THAT THE CABINET WOULD REVERT TO THE SUBJECT FOLLOWING HIS DISCUSSION THEREOF WITH SECRETARY OF STATE CYRUS VANCE.END TEXT

3. A LABOR PARTY SOURCE HAS TOLD US THAT THE CARTER UNCLASSIFIED

UNCLASSIFIED

PAGE 03 STATE 106078

ADMINISTRATION, WHETHER KNOWINGLY OR NOT, WAS CUTTING INTO THE ALIGNMENT'S ELECTORAL SUPPORT BY MAKING AN ISSUE OF U.S.-ISRAELI ARMS RELATIONSHIPS LESS THAN TWO WEEKS BEFORE THE ELECTION.

4. THE NEGATIVE REACTION NOTED IN THE PRESS (SEE MEDIA CABLE FOR MAY 8, REFTEL) CONTINUED UNABATED TODAY. ACCORDING TO THE JERUSALEM POST'S MILITARY CORRESPONDENT (GOODMAN), ISRAELI OFFOCIALS WONDER WHY ATHERTON AND GELB FOUND IT NECESSARY TO "CLARIFY" THE STATE DEPARTMENT POSITION ON ARMS SALES TO ISRAEL, SINCE ISRAEL HAS NEVER RECEIVED PREFERENTIAL TREATMENT EQUAL TO THAT OF NATO AS FAR AS ARMS REQUESTS ARE CONCERNED. GOODMAN WROTE THAT ISRAEL DEFENSE OFFICIALS, WHILE NOT SURPRISED, ARE WORRIED ABOUT THE U.S. STATEMENT. A NEW PATTERN IS DEVELOPING IN U.S.-ISRAELI RELATIONS, ACCORDING TO GOODMAN'S COURCES. THE LATEST STATEMENT ON ARMS SUPPLIES CAME ON THE EVE OF CARTER'S MEETING WITH ASSAD, AND IN THE

WAKE OF THE ABORTED KFIR SALE TO ECUADOR; CANCELLATION OF THE PROMISED CONCUSSION BOMBS AND THE FLIR NIGHT VISION EQUIPMENT; AND CONTINUED DELAYING TACTICS OVER CO-PRODUCTION OF THE F-16 AND OTHER WEAPONS REQUESTS. THE POST'S WALLFISH, WRITING FROM JERUSALEM, SAID THAT ISRAEL PREFERS TO AVOID THE ESTABLISHMENT OF PREFERRED AN NON-PREFERRED CATEGORIES OF STATES, ARGUING THAT WHILE IN PRACTICAL TERMS THE U.S.HAS CARRIED OUT ITS SIGNED COMMITMENTS TO ISRAEL, IT COULD IN THE FUTURE REVERSE ITSELF AND MAKE "NON-FAVORED" ISRAEL WAIT IN LINE FOR FUTURE ARMS AGREEMENTS. IF CATEGORIES ARE UNAVOIDABLE, ISRAEL WILL INSIST ON AN AMERICAN ASSURANCE THAT IT ENJOYS A SPECIAL RELATIONSHIP, ACCORDING TO WALLFISH

5. EDITORIAL COMMENT WAS UNIVERSALLY CRITICAL. LINCLASSIFIED

UNCLASSIFIED

PAGE 04 STATE 106078

DAVAR WROTE THAT ISRAEL'S NON-INCLUSION AMONG THE FAVORED NATIONS PLACES IT IN AN INFERIOR POLITICAL SITUATION AND ACTUALLY CONFLICTS WITH THE AMERICAN UNDERTAKING GIVEN BY THE REPUBLICAN ADMINISTRATION AT THE TIME OF THE LAST INTERIM AGREEMENT. THIS MAY UNDERMINE U.S.CREDIBILITY WITH THE ISRAELI PUBLIC, DAVAR ADDED, AND IT MUST SURELY BE CLEAR THAT WITHOUT NECESSARY UNSHAKEABLE SECURITY GUARANTEES ON THE SAFEGUARDING OF ISRAEL'S MIGHT, IT WILL BE EXTREMELY DIFFICULT TO MAKE ANY PROGRESS TOWARDS ANY SORT OF COMPROMISE SETTLEMENTS. EMERGENCY PREPARATION BY THE AMERICAN JEWISH LEADERSHP IS THUS A WELCOME MANIFESTATION IN LIGHT OF U.S.- ISRAELI CONFLICTS IN THE NEAR FUTURE.

6. MAARIV BITTERLY NOTED THAT ISRAEL S INCREASINGLY BEING MADE TO FEEL THAT SHE HAS TURNED INTO A NATION OF PARANOIDS.ISRAEL HAS BEEN RANKED WITH...(OF ALL COUNTRIES) MAURETANIA IN THE LARGE CAMP OF NONFAVORED NATIONS, MAARIV OBSERVED SARCASTICALLY. WITH REGARD TO ONE TYPE OF SOPHISTICATED U.S. WEAPON--THE WEAPON OF "PACIFICATION"--ISRAEL IS THE MOST PREFERRED NATION, SAID MAARIV. ACCORDING TO THE JERUSALEM POST, IT IS HARD TO SUPPRESS THE CONCLUSION THAT AN OLD PATTERN IS REASSERTING ITSELF IN WASHINGTON WITH RENEWED VIGOR.WHAT THIS IMPLIES IS THAT A DIRECT MESSAGE IS TO BE ESTABLISHED BETWEEN ISRAELI POLITICAL CONCESSIONS AND AMERICAN WEAPONS SUPPLIED. THIS IS JUDICIOUS "ARMS TWISTING," IRONICALLY CONCLUDED THE POST. DUNNIGAN UNQUOTE CHRISTOPHER

UNCLASSIFIED

NNN

## Message Attributes

Automatic Decaptioning: X

Capture Date: 01-Jan-1994 12:00:00 am Channel Indicators: n/a

**Current Classification: UNCLASSIFIED** Concepts: ARMS CONTROL AGREEMENTS, FOREIGN POLICY POSITION

Control Number: n/a

Copy: SINGLE Sent Date: 10-May-1977 12:00:00 am Decaption Date: 01-Jan-1960 12:00:00 am Decaption Note:

Disposition Action: n/a Disposition Approved on Date: Disposition Case Number: n/a Disposition Comment:

Disposition Date: 01-Jan-1960 12:00:00 am Disposition Event:

Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1977STATE106078
Document Source: Concept Programment Unique Concept Progr

**Document Unique ID: 00 Drafter:** NEA:EGABINGTON:BDF

Enclosure: n/a Executive Order: N/A Errors: N/A

**Expiration:** Format: TEL

Film Number: D770163-1206

From: STATE

Handling Restrictions: n/a

Image Path: ISecure: 1

Legacy Key: link1977/newtext/t19770573/aaaaclja.tel

Line Count: 169 Litigation Code IDs: Litigation Codes:

Litigation History:
Locator: TEXT ON-LINE, ON MICROFILM
Message ID: 1a034597-c288-dd11-92da-001cc4696bcc
Office: ORIGIN NEA

Original Classification: UNCLASSIFIED
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a

Page Count: 4
Previous Channel Indicators: n/a Previous Classification: n/a Previous Handling Restrictions: n/a Reference: 77 TEL AVIV 3226

Retention: 0

Review Action: RELEASED, APPROVED Review Content Flags: Review Date: 08-Nov-2004 12:00:00 am

**Review Event:** Review Exemptions: n/a **Review Media Identifier:** Review Release Date: n/a Review Release Event: n/a **Review Transfer Date:** Review Withdrawn Fields: n/a

SAS ID: 2580051 Secure: OPEN Status: NATIVE

Subject: ISRAELI DISPLEASURE AT BEING EXCLUDED FROM \"PREFERRED LIST\" OF 7.S. ARMS CLIENTS TAGS: MILI, PFOR, IS, US, XF
To: USUN NEW YORK

Type: TE

vdkvgwkey: odbc://SAS/SAS.dbo.SAS\_Docs/1a034597-c288-dd11-92da-001cc4696bcc

Review Markings: Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 22 May 2009

Markings: Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 22 May 2009